

Taxation, Financial Benefits & Economic Opportunities



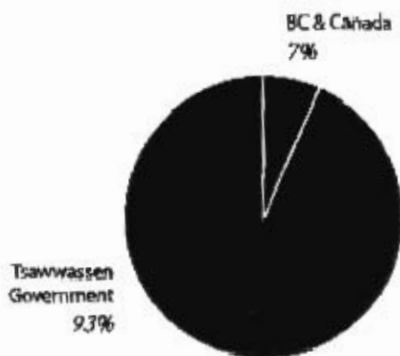
If the treaty is ratified the Indian Act will no longer apply, so the tax exemption under the Indian Act will no longer apply. The TFN government will continue to have direct taxation powers and will charge taxes on its members living on treaty lands at the end of the exemption periods. TFN will also tax non-members living on treaty lands.

The payment of sales taxes will be phased out over eight years and the phasing out of income and property taxes will be over a 12-year period following the implementation of the treaty.

No one likes to pay taxes. However, it helps when you know that your taxes will be coming back to the community to pay for such things as health care and education which will benefit the whole community.

Most New Taxes Paid by Members Remain in Tsawwassen Community

Where Do New Taxes Paid by Members Go

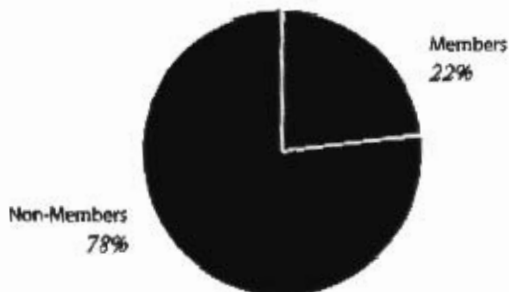


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Tax revenues provide a wide range of benefits to Tsawwassen. TFN government will do whatever it can to offset any tax impacts to TFN members.

Vast Majority of Tsawwassen Taxes Paid by Non-Members

Source of Tsawwassen Tax Revenue



Tax revenues will provide Tsawwassen \$2 million in annual revenues. Most taxes will be paid by non-members.

Currently tax revenues would provide Tsawwassen \$2 million in annual revenues. Most taxes will be paid by non-members. In fact - for every dollar we collect from our own members we will collect 3 more from our non-member leaseholders. This revenue will help us deliver better programs and services and partially provide for some of our infrastructure needs.

Is it enough?

One of the biggest questions in any negotiation is whether we got enough in exchange for what we gave up. These negotiations were long and difficult. Governments put forward positions that were difficult to swallow, but in the end, the treaty is a package, and we feel that the package is a good one.

What we got

To our knowledge, our treaty is one of the most economically valuable treaties in Canada. As far as we know, we got more than other First Nations negotiating similar modern day treaties.

The estimated total value of our treaty is over \$120 million (net present value). It is made up of the following:

Land	\$66.7 million
Cash (less Negotiation Loan)	\$16.0 million
Salmon Allocation increase	\$2.7 million
Other Funding Enhancements	\$36.6 million